

Senate Study Bill 1058

SENATE/HOUSE FILE _____
BY (PROPOSED DEPARTMENT OF
MANAGEMENT BILL)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to pilot project cities eligible for the target
2 jobs withholding tax credit to be used for funding
3 improvements in certain urban renewal areas and including
4 effective and retroactive applicability date provisions.
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
6 TLSB 1420XD 82
7 mg/je/5

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1 1 Section 1. Section 403.19A, subsection 2, paragraph b,
1 2 unnumbered paragraph 1, Code 2007, is amended to read as
1 3 follows:
1 4 The department of economic development shall approve four
1 5 eligible cities as pilot project cities, one pursuant to
1 6 paragraph "a", subparagraph (1), one pursuant to paragraph
1 7 "a", subparagraph (2), and two pursuant to paragraph "a",
1 8 subparagraph (3). If more than two cities meeting the
1 9 requirements of paragraph "a", subparagraph (3), apply to be
1 10 designated as a pilot project city, the department of
1 11 management, in consultation with the department of economic
1 12 development, shall determine which two cities hold the most
1 13 potential to create new jobs or generate the greatest capital
1 14 within their areas. However, for purposes of determining the
1 15 two eligible cities to be approved pursuant to paragraph "a",
1 16 subparagraph (3), if two or more eligible cities in the same
1 17 county apply, they each may be approved and be counted as one
1 18 pilot project city if the total combined number of census
1 19 tracts of such eligible cities is not more than ten.
1 20 Applications from eligible cities filed on or after October 1,
1 21 2006, shall not be considered.
1 22 Sec. 2. EFFECTIVE AND RETROACTIVE APPLICABILITY DATE
1 23 PROVISIONS.
1 24 1. This Act, being deemed of immediate importance, takes
1 25 effect upon enactment.
1 26 2. This Act applies retroactively to October 1, 2006, to
1 27 eligible cities that have filed applications pursuant to
1 28 section 403.19A prior to October 1, 2006.
1 29 EXPLANATION
1 30 The general assembly in the 2006 session passed legislation
1 31 that authorized the selection of four pilot project cities to
1 32 be selected to use a targeted jobs withholding tax credit to
1 33 fund improvements for certain businesses in urban renewal
1 34 areas. Of these four cities, two were to be located in
1 35 counties that border a state other than Nebraska or South
2 1 Dakota. The applications from eligible cities that were to be
2 2 filed prior to October 1, 2006, exceeded two.
2 3 This bill provides that if two or more eligible cities in
2 4 the same county apply, they each may be approved and be
2 5 counted as one pilot project city if the total combined number
2 6 of census tracts of those cities does not exceed 10.
2 7 The bill takes effect upon enactment and applies
2 8 retroactively to October 1, 2006, to eligible cities that have
2 9 filed applications prior to October 1, 2006.
2 10 LSB 1420XD 82
2 11 mg:sc/je/5